

Clearances:
L/PM – Meier
NSC – Fly
H – Knight
PM/DTC–Kovac

PM/DTCL – Maloney
PM/CPA - Greer
T – Tucker

Dear Madam Speaker:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed manufacturing license agreement for the export of technical data, defense services, and defense articles in the amount of \$100,000,000 or more.

The transaction contained in the attached certification involves the export of defense articles and defense services for the manufacture of Tomahawk Cruise Missile Subassemblies for end-use by the U.S. Navy.

The United States Government is prepared to license the export of these items having taken into account political, military, economic, human rights and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Richard R. Verma
Assistant Secretary
Legislative Affairs

Enclosure:
Transmittal No. DDTC 082-09

The Honorable
Nancy Pelosi,
Speaker of the House of Representatives.

DEPARTMENT OF STATE
TRANSMITTAL NO. DDTC 082-09
CERTIFICATION OF PROPOSED ISSUANCE OF AN EXPORT
LICENSE PURSUANT TO SECTION 36(c)
OF THE ARMS EXPORT CONTROL ACT

(1) Foreign Country or International Organization to Which Export Will Be Made:
Canada and the United Kingdom

(2) Dollar Value of the Items to Be Exported:

(a) Current Notification Value: \$94,000,000

(b) Total contract: \$177,000,000

(3) Description of the Items:

(a) Current Notification Scope: Raytheon Corporation proposes to amend an ongoing manufacturing license agreement with Raytheon Systems, Ltd. in the United Kingdom and Raytheon Canada, Ltd. in Canada for the transfer of defense articles, to include technical data and defense services for the design, manufacture and maintenance of electronic subassemblies for integration into the Tomahawk Cruise Missile for end-use by the U.S. Navy. This amendment increases the original agreement value predominantly to accommodate new orders from the U.S. Navy but also to accommodate manufactured hardware that exceeded Department authorization.

(b) Total Scope: This program was originally approved for \$83,000,000 (notification not required) and adds \$94,000,000 (value includes \$70,500,000 for new U.S. Navy orders) for a total value of \$177,000,000.

(4) Offset Arrangement: There are no offsets associated with this application

(5) Sales Territory: U.S. Navy

(6) Date Certification Delivered to Congress:

NOTE: This report, although unclassified, is derived from information submitted to the Department of State by the applicant which is subject to the confidentiality requirements of section 38(e) of the Arms Export Control Act. Disclosure of an applicant's prices and customers could result in competitive injury.